

MINUTES AND REPORT

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r liaison and co-operation
Cooperatives, i.e. Producer
Cooperatives and Permanent

ts New South Wales member
UL indicating that, if some
July 1st 1982 would be a
of such a joint exercise.
in a paper submitted to
e word "Credit" in the title
considered unacceptable
vanced as "Confederation of

matter of great urgency
> Cooperative Federation of
one that might be obtained
use Scheme. Eastern
increase their contributions
Federation to substantially
ear commencing July 1981.

e expressed about the
ermanent Building Societies
oming Australian President
es Association, Mr. Maybury,
eting of the Federal Council,

bers and Articles of
n to a Special General Meeting
urance Company to amend its
it the purchase of its shares
Exchange.

be sought on the possible
available lists of names
seeking such facilities.

In February 1981..

osed at 9.35 p.m.

OF

MEETING OF COUNCIL

THE COOPERATIVE FEDERATION OF VICTORIA

held at 225 Swanston Street, Melbourne on Monday, 16th February 1981, commencing
at 7 p.m.

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|----|----------------|---------------------|-------------------|
| 1. | <u>PRESENT</u> | Mr. N. J. Black | Chairman |
| | | Mr. A. Gill | |
| | | Mr. E. J. Long | |
| | | Mr. B. H. Macintosh | |
| | | Mr. A. Plant | |
| | | Mr. J. Rigby | |
| | | Mr. M. Rundle | |
| | | Mr. O. J. Slattery | |
| | | Mr. W. W. Rawlinson | Executive Officer |

APOLOGIES

Messrs. A. Dash, P. Foster

WELCOME

The Chairman welcomed Mr. Tony Gill, representing Work Cooperatives, and
Mr. Alan Plant, representing Cooperative Insurance, to their first meeting
of the Council.

MINUTES

Minutes of the Meeting held 1st December 1980, having been circulated, were
adopted as a correct record of those proceedings.

CORRESPONDENCE

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|------|--|
| 4.i | From Central Victorian Association of Cooperatives - forwarding
Minutes and Report of Formation meeting held October 1980
setting out objects of the Association. |
| 4.ii | From Central Association of Cooperatives - querying the legality
in terms of the Trade Practices Act of tied insurance practices
by Cooperative Housing Societies. |

Council was advised that in response to earlier action by the
Trade Practices Commission, a National based submission by
Housing Societies resulted in the Permanent Societies being
required to change their provisions relating to insurance whilst
the Cooperative Terminating Societies were granted exemption on
grounds that these societies must rely on income from insurance
commission as a contribution towards management fees.

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However, Cooperatives being democratic organisations, the insurance company authorised to act on behalf of the society can be changed by the authority of members in general meeting.

Council directed

The Central Association of Cooperatives
be so advised.

6. FINANCIAL
A Statement of Income together with estimates to the meeting, disci-

7.

LEGISLATION

4.iii From Alan Moore - Solicitor, Security Permanent Building Society - advising completion of lease for office premises and requesting payment of costs of \$67-00.

4.iv From Broadford Cooperative Hotel - advising sale of premises and termination of operations as a cooperative society.

4.v From Cooperative Federation of Australia - re Council of Small Business Organisations of Australia meeting with Federal Treasurer. Council directed

C.F.A. should be requested to include in matters for discussion that of increasing the amount of surplus that may be retained before incurring liability for taxation.

4.vi To Mr. E. G. Pullen, A.M.
To Mr. J. J. Maguire, A.M.

- extending congratulations on awards announced in the Australia Day Honours List.

4.vii December issue 'Cooperative Information'

- Executive Officer reported this had been widely circulated after being printed by the Brunswick Work Cooperative at a cost of \$100.

5. APPLICATION FOR MEMBERSHIP

Applications were received from:

Emerald and District Cooperative - supported by Rules and relevant payment of fee but omitting Annual Report and Accounts.

Loch Ard Cooperative - supported by relevant application form, fee and Annual Report but omitting copy of the Rules.

North Eastern Cooperative Society - supported by all relevant documents.

The Council welcomed these applications and, subject to the omissions of the first two applicants being received by the Cooperative Federation, all three were admitted to membership of the Federation for the financial year ending 30th June 1981.

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the society can be changed
meeting.

6. FINANCIAL

A Statement of Income and Expenditure from 1st July 1980 to 31st January 1981,
together with estimated Balance Sheet as at 31st January 1981, was submitted
to the meeting, discussed and received.

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Permanent Building Society
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6. FINANCIAL

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7. LEGISLATION

7.i Societies

The Chairman advised that Mr. Long had obtained one copy of a
draft bill for proposed new Co-operation Act. Messrs. Long
and Rawlinson had undertaken a detailed study of the draft and
made a comparative table of proposals under the new legislation
with that of the 1958 Act.

Mr. Long reported that, contrary to previous undertakings, the
proposed new legislation will be submitted to Government parties
for approval before further release to industry. In addition to
the list of comparisons between the old and the proposed new Act,
Mr. Long submitted a list of proposed comments that should be made
to the Registrar to correct omissions from the proposed new
legislation which it was considered the Federation should require
to have included.

After general discussion the Council agreed:

that an urgent submission be made to the
Minister administering the Co-operation
Act:

- (i) noting a report that there could be
further delay in the availability of
the proposed new legislation for study
by Cooperatives' industries,
- (ii) expressing the Federation's regret to
the Minister, in view of his predecessor's
past promises that copies of the proposed
legislation would be made available for
study and comment by the Cooperative
Movement at the earliest opportunity, to
enable such legislation to pass through
the Parliament in the current calendar
year.

Moved Mr. Long. Seconded Mr. Rundle. Carried.

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ject to the omissions of the
ative Federation, all three
r the financial year ending

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The Council further agreed:

that the required amendments, outlined by
Mr. Long as indicated by the noted shortcomings
of the first draft of the new legislation,
be submitted to the Registrar forthwith for
urgent consideration and possible inclusion in
subsequent printings of the draft legislation.

Moved Mr. Long. Seconded Mr. Macintosh. Carried.

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10.

MEETING WITH MINISTERS

7.ii

Companies

Subsequent to agreement of the Attorney General to the Federation's request for inclusion in the existing ss 5(1), 17(7), 374(14) of the existing Companies Act in the new uniform Companies Act a proposal to enable Cooperative Companies to repurchase and hold up to 5% of their own shares has been made and supported by eight cooperative companies. After discussing the merits and demerits of this proposal, Council referred the matter to a select committee comprising Messrs. Slattery and Rawlinson for relevant action.

8.

FUTURE FUNDING

8.ii

Fees Structure

A formal proposal has been submitted to the Cooperative Dairy Factories Association proposing block subscription for individual membership of 10 Cooperative dairies. It is understood the proposal will be examined by the Council of that Association at its meeting on the 24th February 1981.

The Herd Improvement Organisation have replied to a proposal for group membership and block subscription from 8 Herd Improvement Cooperatives and 9 Artificial Breeding Cooperatives. The proposal is for dues related to the total turnover of the two groups. Council considers this to be unacceptable and directed

discussions be re-opened with the Herd Improvement organisation for a more satisfactory outcome to be achieved.

8.iii

Address List Marketing

As directed by Minute 11.ii of the December 1980 Council Minutes, a study had been made of procedures for a possible income from the marketing of member address lists of cooperatives. An outline of the scheme was submitted to the Council and was discussed.

After full consideration the Council agreed

the proposal should not be pursued.

9.

CENTRALISED BANKING & INVESTMENT SERVICE

Mr. Slattery reported having met in committee with Messrs. Rawlinson and Colbourne to study in detail the proposed Centralised Banking Scheme and to form an opinion on the viability of such a proposal and to assess minimum target figures that should be achieved. It was agreed that a survey be undertaken of Cooperatives in Victoria to assess the potential of the operation. Council directed

that action continue by the Committee which should report back after completion of the survey.

11.

REPORTS

11.ii

Work Cooperat

Mr. Gill reported with the concern at the relating to f State. The programme.

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Council agree

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Minister adm.

Council noted the Federatio of Housing, N Council agree

10. MEETING WITH MINISTERS

10.i Minister administering the Co-operation Act

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10.ii Minister for Agriculture

The meeting noted the recently appointed Minister for Agriculture's invitation for a deputation to meet him and agreed a list of topics which should be included in the Brief for discussion by Federation representatives.

It was agreed

the deputation would comprise the President
Mr. Slattery
Executive Officer

11. REPORTS

11.i Work Cooperatives

Mr. Gill reported that a deputation representing Work Cooperatives met with the Premier, Mr. Hamer, on 23rd December 1980 to express concern at the unsatisfactory implementation of Government policies relating to formation and development of Work Cooperatives in this State. The deputation submitted proposals for a more effective programme. The Premier indicated the proposals were in line with general Government policy in this matter but suggested Work Cooperatives have a further meeting with the newly appointed Chairman of the Victorian Employment Committee, Mr. Dixon, Minister for Employment and Training.

At a subsequent meeting of the Work Cooperatives group, a formal report from the Government was received on action taken subsequent to the meeting with the Premier. This indicated no further funding would be made available until re-organisation of the Victorian Employment Committee under the new Ministry. A further deputation is being convened to meet with Mr. Dixon to present the case of the Work Cooperatives.

Mr. Gill also reported that the Work Cooperatives group are currently in the process of planning a State Conference for Work Cooperatives proposed to be held in Melbourne in May 1981.

11.ii Advisory Council

Mr. Long reported he had attended a meeting of the Cooperative Advisory Council on Thursday, 12th February 1981. The business of the meeting had been mainly concerned with Cooperative guarantees and proposed new Cooperative legislation.

Informal discussions following the meeting, indicated Government intentions to relocate part of the Registry transferring it from the administration of the Department of Housing to the Department of Property and Services. It was indicated that these proposals are currently under consideration by the Premier.

Council directed

that an urgent submission be made to the Premier to express the concern of the Federation on the future of the Registry and to seek consultation by Government in the event of changes being contemplated which could affect the status of the Cooperative sector in Victoria.

In further discussion Council agreed

if changes are to be made to transfer the Cooperative Registry from the Department of Housing then consideration should be given by Government to locating it in the office of the Commissioner for Corporate Affairs as a specialist section to ensure its identity is maintained.

11.iii Cooperative Federation of Australia

It is reported that the next meeting of Federal Council is scheduled to be held in Melbourne on 16th March 1981. Matters for inclusion on the Agenda of that Council meeting include consideration of funding for the Federation in the financial year commencing 1st July 1981.

The meeting directed

its representatives on the Federal Council to report the inability of the Cooperative Federation of Victoria under the present circumstances to further increase its contribution in the forthcoming financial year but, despite the strain on its resources of meeting the current level of subscription, this would be maintained for the forthcoming financial year.

11.iv Executive Officer

Mr. Rawlinson reported having held discussions in Sydney with

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the Executive
New South Wales
and staff in
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Visits have been
State in addition
legislation.

12. OTHER BUSINESS

12.i 1981 Conference

Council directed
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Council.

12.ii Green Paper on

The Executive Order
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Federation to be

13. NEXT MEETING

Council agreed the next meeting
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14. CLOSURE

There being no further busi

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the Executive Officer and staff of the Cooperative Federation of New South Wales and with the Director, Youth Community Services and staff in that State on the subject of Work Cooperatives' operations and administration.

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Visits have been made to Cooperatives in the north east of the State in addition to detailed studies of proposed new Cooperative legislation.

12. OTHER BUSINESS

12.i 1981 Conference

Council directed that the 1981 Conference should be organised for the week before 20th August 1981. A paper for consideration of venue and format should be presented at the next meeting of Council.

12.ii Green Paper on Housing

The Executive Officer reported having obtained a copy of the newly published Victorian Government's Green Paper on Housing. Amongst the preferred options outlining alternative possibilities for dealing with the housing situation in this State, several relate to Cooperative schemes. One is to investigate the possibility of a renovation cooperative in Melbourne. It is suggested the Cooperative Federation should investigate this possibility of developing a Work Cooperative associated with the Federation to be involved in this experiment.

13. NEXT MEETING

Council agreed the next meeting would be held on Monday, 16th March 1981 at 225 Swanston Street, commencing 7 p.m.

14. CLOSURE

There being no further business the meeting was closed at 10 p.m.
A. W. Hough 16.3.81.